

DEPARTMENT OF INSURANCE300 SOUTH SPRING STREET, SOUTH TOWER
LOS ANGELES, CA 90013

January 2002

TO: ALL INSURERS LICENSED TO TRANSACT PROPERTY AND CASUALTY INSURANCE
IN THE STATE OF CALIFORNIA AND OTHER INTERESTED PERSONS

SUBJECT: CALIFORNIA EARTHQUAKE ZONING AND PROBABLE MAXIMUM LOSS
EVALUATION PROGRAM

The enclosed California Earthquake Liability Questionnaire as of December 31, 2001, will be due according to the following schedule:

Primary Carriers	-	June 30, 2002
Reinsurers	-	August 31, 2002
Retrocessionaires	-	September 30, 2002

This report is authorized by California Administrative Code, Title 10, Chapter 5, Subchapter 3, Article 3, Section 2307. This will be the twenty-second year that the Questionnaire has been required. This report form can also be downloaded from the Department's website at: "<http://www.insurance.ca.gov/>" under the "Regulating Insurers" section.

Companies which had no written Earthquake Insurance in force under any form on December 31, 2001, may satisfy the reporting requirement by so indicating at the bottom of this letter over the signature of an officer of the company.

Starting this year, for companies that have data to report on Form A or Form B, we ask that you download them in Microsoft Excel format from our website. Fill out the form in Excel, send us a hard copy and a copy of the file on a diskette to the address listed below.

There were no changes to the PML Percentages this year. In 1998, there were revisions in the PML percentages for residential structures. These revisions are discussed on Page 2 of the Instructions.

We again emphasize the importance of primary carriers supplying the necessary information to their reinsurers, and reinsurers supplying it to their retrocessionaires, to assure complete reporting by zone. The results of this form may be seriously impaired without the consolidation of reinsurance data by zone. Your cooperation on this matter is essential to the success of the program. To help in this regard, a Form "X" is included which should be used for reporting to reinsurers.

George Yen
Chief, Rate Specialist Bureau

Company Name: _____ NAIC Company Code: _____

"Our Company did not have any Earthquake Insurance in force as of December, 2001."

Mail to: Earthquake Questionnaire	_____	(Signature)
Rate Specialist Bureau	_____	
California Department of Insurance	_____	(Print Name)
300 South Spring Street	_____	(Title)
Los Angeles, California 90013	_____	(e-mail address)

=====

NAIC COMPANY OR GROUP CODE: _____

=====

Form "A" - Primary Business
CALIFORNIA EARTHQUAKE LIABILITY QUESTIONNAIRE

INSURANCE DEPARTMENT RULING #226, August 8, 1978
As of December 31, 2001

Name of Insurer or Group: _____
(Also list below all companies if a group report)

Address: _____

Contact Person: _____ Phone () _____
(800 phone number if available)

*Surplus = \$ _____ x 1000 e-mail address: _____

Has the required information been submitted to your Reinsurers? _____

If a group report, list names of included companies:

Company: _____	*Surplus: _____	x 1000
Company: _____	*Surplus: _____	x 1000
Company: _____	*Surplus: _____	x 1000
Company: _____	*Surplus: _____	x 1000
Company: _____	*Surplus: _____	x 1000
Company: _____	*Surplus: _____	x 1000
Company: _____	*Surplus: _____	x 1000
Company: _____	*Surplus: _____	x 1000

*Enter dollar amount, in thousands, shown as "Surplus as Regards to Policyholders" on
Page 3, of the Annual Report for the reported year for the company (ies) reporting.

Zone Summary - Primary Business
(In thousands of dollars)

<u>Zone</u>	<u>Area</u>	(1) Aggregate direct liability	(2) Aggregate direct PML	(3) Aggregate liability net of reinsurance	(4) Estimated net PML amount	(5) Estimated net PML amount limited by catastrophe reinsurance
A	San Francisco	_____	_____	_____	_____	_____
B	Los Angeles/ Orange County	_____	_____	_____	_____	_____
C	Santa Barbara	_____	_____	_____	_____	_____
D	San Diego	_____	_____	_____	_____	_____
E	South-East	_____	_____	_____	_____	_____
F	Central	_____	_____	_____	_____	_____
G	North-Central	_____	_____	_____	_____	_____
H	North	_____	_____	_____	_____	_____

RATE SPECIALIST BUREAU
CALIFORNIA DEPARTMENT OF INSURANCE
300 South Spring Street, 14th Floor
Los Angeles, California 90013

Page 1
Questionnaire (primary insurance)

Note: This is Form "A" for reporting by primary insurers. Please use Form "B" for reporting
assumed reinsurance or retrocessions.
Rev.10/2001

California Earthquake Liability Questionnaire

Comments

In the past, when significant differences have been reported by an insurer from year to year, we have been contacting the insurers to verify or explain the differences. Also, in compiling our Annual Report, we attempt to identify and explain trends and changes in the reported aggregate PML responses and in the earthquake insurance market in general. Therefore, if your reported results this year were significantly different than the results you reported last year, you must provide an explanation. If you have any general comments you would like to make which would be useful to us in writing the Annual Report, please use the spaces below. Thank you.

[illegible]

Reinsurance Interrogatory

The purpose of these questions is to gain more knowledge about reinsurers and where the PML exposures are being ceded. We know that there is a great reliance on the world-wide reinsurance market for California earthquake exposure, and that this market is continuously changing. Much of this is catastrophe reinsurance which is not reported in Form "B". (This Questionnaire is not public information as to individual companies.)

(1) Premiums earned (all zones combined) - 2001 (000's omitted)

(a) Direct premiums earned	_____
(b) Assumed premiums earned	_____
(c) Ceded premiums earned	_____

Note: The above amounts are for identifiable premiums on earthquake coverage as reported in the Annual Statement lines "earthquake", "fire", "homeowners" or "inland marine" for California only.

(2) Estimated PML on aggregate ceded liability (other than catastrophe coverage)

Estimated PML ceded to:	<u>Zone A</u>	<u>Zone B</u>
U.S. Reinsurers - CA licensed	_____	_____
U.S. Reinsurers - non CA	_____	_____
Lloyd's of London	_____	_____
Other U.K.	_____	_____
Western Europe	_____	_____
All Other	_____	_____
Total	_____	_____

Note: The totals for Zones A and B should equal the difference between columns (2) and (4) on Page 1 for Zones A and B respectively. It is this ceded PML that should be reported on Form "X" to the reinsurers.

(3) Amounts recoverable from catastrophe reinsurance

Amounts recoverable from:	<u>Zone A</u>	<u>Zone B</u>
U.S. Reinsurers - CA licensed	_____	_____
U.S. Reinsurers - non CA	_____	_____
Lloyd's of London	_____	_____
Other U.K.	_____	_____
Western Europe	_____	_____
All Other	_____	_____
Total	_____	_____

Note: The totals for Zones A and B should equal column (4) minus column (5) on Page 1 for Zones A and B respectively. Since catastrophe reinsurance is not reported on Form "B", this question will give new information about the market for earthquake catastrophe coverage.

(4) Were most of your per risk treaties (on exposures ceded) in effect during 2001 subject to an occurrence or per event limitation?

Yes _____ No _____

Note: The reason for this question is that reportedly there is a trend toward such limitations at the insistence of the assuming reinsurers as a way of containing the reinsurer's earthquake exposure. Such limitations shift some of the PML exposure to the primary insurer and to the catastrophe cover.

California Earthquake Authority (CEA) Interrogatory

(1) Was your company a member of the CEA? Yes _____ No _____

(2) If so, how many CEA policies that your company issued were outstanding at the end of the year? _____

What was the total liability (exposure or Coverage A) on these policies? _____

SUBZONE A-1 COUNTIES: San Francisco and San Mateo

(In thousands of dollars)

Part I: Insurance on structures of 8 stories or less:

Column 1	Column 2	Column 3	Column 4	Column 5	Column 6
Earthquake class and standard deductible (See instructions)	Aggregate direct liability	Aggregate direct PML	Aggregate liability net of reinsurance	Minimum PML percentage	Estimated PML on net liability
1A 1 - 4 Family-1% or flat				6.75%	
1A 1 - 4 Family 5%				3.63%	
1A 1 - 4 Family 10%				2.13%	
1B "Homeowners"-1% or flat				6.75%	
1B "Homeowners" 5%				3.63%	
1B "Homeowners" 10%				2.13%	
1B "Homeowners" 15% & up				1.38%	
1B "Homeowners" 15% "Mini"				0.69%	
1B "Homeowners" "Wrap"				2.94%	
1C Wood frame - small 5%				3%	
1D Wood - other 5%				10%	
1E Mobile homes 2%				5%	
2A Metal - small 5%				2%	
2B Metal - other 5%				10%	
3A Steel 5%				15%	
3B Steel 5%				25%	
3C Steel 10%				25%	
4A Concrete 5%				20%	
4B Concrete 5%				35%	
4C Concrete 10%				50%	
4D Concrete 10%				45%	
5A Mixed 5%				25%	
5B Mixed 10%				60%	
5C Mixed 10%				75%	
6 EQ resistive 5%				10%	
Risks in above classes not written at standard deductible				xxx	
				xxx	
				xxx	
Sub-Total:					

Part II: Insurance on structures of over 8 stories:

Column 1	Column 2	Column 3	Column 4	Column 5	Column 6
Earthquake class and standard deductible (See instructions)	Aggregate direct liability	Aggregate direct PML	Aggregate liability net of reinsurance	Minimum PML percentage	Estimated PML on net liability
3A Steel 5%				15%	
3B Steel 5%				25%	
3C Steel 10%				25%	
4A Concrete 5%				20%	
4B Concrete 5%				35%	
4C Concrete 10%				50%	
4D Concrete 10%				45%	
5A Mixed 5%				25%	
5B Mixed 10%				60%	
5C Mixed 10%				75%	
6 EQ resistive 5%				10%	
Risks in above classes not written at standard deductible				xxx	
				xxx	
				xxx	
Sub-Total:					

Part III: Other types of risks:

	Column 1	Column 2	Column 3	Column 4
	Aggregate direct liability	Aggregate direct PML	Aggregate liability net of reinsurance	Estimated PML on net liability
(1) Class 7 and commercial inland "Exceptions"				
(2) Commercial inland addenda				
(3) Liabilities assumed: pools and associations (e.g., FAIR Plan, IRI)				
(4) All other (e.g., earthquake sprinkler leakage)				
Sub-Total:				

SUBZONE A-2 COUNTIES: Alameda and Contra Costa

(In thousands of dollars)

Part I: Insurance on structures of 8 stories or less:

Column 1	Column 2	Column 3	Column 4	Column 5	Column 6
Earthquake class and standard deductible (See instructions)	Aggregate direct liability	Aggregate direct PML	Aggregate liability net of reinsurance	Minimum PML percentage	Estimated PML on net liability
1A 1 - 4 Family-1% or flat				6.75%	
1A 1 - 4 Family 5%				3.63%	
1A 1 - 4 Family 10%				2.13%	
1B "Homeowners"-1% or flat				6.75%	
1B "Homeowners" 5%				3.63%	
1B "Homeowners" 10%				2.13%	
1B "Homeowners" 15% & up				1.38%	
1B "Homeowners" 15% "Mini"				0.69%	
1B "Homeowners" "Wrap"				2.94%	
1C Wood frame - small 5%				3%	
1D Wood - other 5%				10%	
1E Mobile homes 2%				5%	
2A Metal - small 5%				2%	
2B Metal - other 5%				10%	
3A Steel 5%				15%	
3B Steel 5%				25%	
3C Steel 10%				25%	
4A Concrete 5%				20%	
4B Concrete 5%				35%	
4C Concrete 10%				50%	
4D Concrete 10%				45%	
5A Mixed 5%				25%	
5B Mixed 10%				60%	
5C Mixed 10%				75%	
6 EQ resistive 5%				10%	
Risks in above classes not written at standard deductible				xxx	
				xxx	
				xxx	
Sub-Total:					

Part II: Insurance on structures of over 8 stories:

Column 1	Column 2	Column 3	Column 4	Column 5	Column 6
Earthquake class and standard deductible (See instructions)	Aggregate direct liability	Aggregate direct PML	Aggregate liability net of reinsurance	Minimum PML percentage	Estimated PML on net liability
3A Steel 5%				15%	
3B Steel 5%				25%	
3C Steel 10%				25%	
4A Concrete 5%				20%	
4B Concrete 5%				35%	
4C Concrete 10%				50%	
4D Concrete 10%				45%	
5A Mixed 5%				25%	
5B Mixed 10%				60%	
5C Mixed 10%				75%	
6 EQ resistive 5%				10%	
Risks in above classes not written at standard deductible				xxx	
				xxx	
				xxx	
Sub-Total:					

Part III: Other types of risks:

	Column 1	Column 2	Column 3	Column 4
	Aggregate direct liability	Aggregate direct PML	Aggregate liability net of reinsurance	Estimated PML on net liability
(1) Class 7 and commercial inland "Exceptions"				
(2) Commercial inland addenda				
(3) Liabilities assumed: pools and associations (e.g., FAIR Plan, IRI)				
(4) All other (e.g., earthquake sprinkler leakage)				
Sub-Total:				

SUBZONE A-3 COUNTIES:

Del Norte Humboldt Lake Marin Mendocino Monterey Napa
San Benito Santa Clara Santa Cruz Solano Sonoma

(In thousands of dollars)

Part I: Insurance on structures of 8 stories or less:

Column 1	Column 2	Column 3	Column 4	Column 5	Column 6
Earthquake class and standard deductible (See instructions)	Aggregate direct liability	Aggregate direct PML	Aggregate liability net of reinsurance	Minimum PML percentage	Estimated PML on net liability
1A 1 - 4 Family-1% or flat				6.75%	
1A 1 - 4 Family 5%				3.63%	
1A 1 - 4 Family 10%				2.13%	
1B "Homeowners"-1% or flat				6.75%	
1B "Homeowners" 5%				3.63%	
1B "Homeowners" 10%				2.13%	
1B "Homeowners" 15% & up				1.38%	
1B "Homeowners" 15% "Mini"				0.69%	
1B "Homeowners" "Wrap"				2.94%	
1C Wood frame - small 5%				3%	
1D Wood - other 5%				10%	
1E Mobile homes 2%				5%	
2A Metal - small 5%				2%	
2B Metal - other 5%				10%	
3A Steel 5%				15%	
3B Steel 5%				25%	
3C Steel 10%				25%	
4A Concrete 5%				20%	
4B Concrete 5%				35%	
4C Concrete 10%				50%	
4D Concrete 10%				45%	
5A Mixed 5%				25%	
5B Mixed 10%				60%	
5C Mixed 10%				75%	
6 EQ resistive 5%				10%	
Risks in above classes not written at standard deductible				xxx	
				xxx	
				xxx	
Sub-Total:					

Part II: Insurance on structures of over 8 stories:

Column 1	Column 2	Column 3	Column 4	Column 5	Column 6
Earthquake class and standard deductible (See instructions)	Aggregate direct liability	Aggregate direct PML	Aggregate liability net of reinsurance	Minimum PML percentage	Estimated PML on net liability
3A Steel 5%				15%	
3B Steel 5%				25%	
3C Steel 10%				25%	
4A Concrete 5%				20%	
4B Concrete 5%				35%	
4C Concrete 10%				50%	
4D Concrete 10%				45%	
5A Mixed 5%				25%	
5B Mixed 10%				60%	
5C Mixed 10%				75%	
6 EQ resistive 5%				10%	
Risks in above classes not written at standard deductible				xxx	
				xxx	
				xxx	
Sub-Total:					

Part III: Other types of risks:

	Column 1	Column 2	Column 3	Column 4
	Aggregate direct liability	Aggregate direct PML	Aggregate liability net of reinsurance	Estimated PML on net liability
(1) Class 7 and commercial inland "Exceptions"				
(2) Commercial inland addenda				
(3) Liabilities assumed: pools and associations (e.g., FAIR Plan, IRI)				
(4) All other (e.g., earthquake sprinkler leakage)				
Sub-Total:				

Totals For Zone A

Composite of Zones A-1 (page 2), A-2 (page 3), and A-3 (page 4)
(In thousands of dollars)

	<u>Aggregate direct Liability</u>	<u>Aggregate direct PML</u>	<u>Aggregate liability net of reinsurance</u>	<u>Estimated net PML amount</u>
(1) 100% of sub-totals (p. 2, Part I)	_____	_____	_____	_____
50% of sub-totals (p. 3, Part I)	_____	_____	_____	_____
100% of sub-totals (p. 4, Part I)	_____	_____	_____	_____
Total	_____	_____	_____	_____
<u>OR</u>				
(2) 50% of sub-totals (p. 2, Part I)	_____	_____	_____	_____
100% of sub-totals (p. 3, Part I)	_____	_____	_____	_____
100% of sub-totals (p. 4, Part I)	_____	_____	_____	_____
Total	_____	_____	_____	_____
<u>PLUS</u>				
(3) 100% of sub-totals (p. 2, Part II)	_____	_____	_____	_____
100% of sub-totals (p. 3, Part II)	_____	_____	_____	_____
100% of sub-totals (p. 4, Part II)	_____	_____	_____	_____
Total	_____	_____	_____	_____
<u>PLUS</u>				
(4) 33% of sub-totals (p. 14, Part II)	_____	_____	_____	_____
(5) Greater of (1) or (2) (with respect to net PML) plus (3) and (4)	_____	_____	_____	_____
(6) Sub-totals for Other Types of Risks				
(p. 2, Part III)	_____	_____	_____	_____
(p. 3, Part III)	_____	_____	_____	_____
(p. 4, Part III)	_____	_____	_____	_____
Total	_____	_____	_____	_____
(7) Totals for Zone A ((5) plus (6)) (Enter here and on Page 1)	_____	_____	_____	_____

SUBZONE B-1

Los Angeles county west of Interstate 5 and south of Mulholland Drive
(crest of Santa Monica Mountains) see also map, Figure 2, in the Instructions
(In thousands of dollars)

Part I: Insurance on structures of 8 stories or less:

Column 1	Column 2	Column 3	Column 4	Column 5	Column 6
Earthquake class and standard deductible (See instructions)	Aggregate direct liability	Aggregate direct PML	Aggregate liability net of reinsurance	Minimum PML percentage	Estimated PML on net liability
1A 1 - 4 Family-1% or flat				5.75%	
1A 1 - 4 Family 5%				3.00%	
1A 1 - 4 Family 10%				1.63%	
1B "Homeowners"-1% or flat				5.75%	
1B "Homeowners" 5%				3.00%	
1B "Homeowners" 10%				1.63%	
1B "Homeowners" 15% & up				1.00%	
1B "Homeowners" 15% "Mini"				0.50%	
1B "Homeowners" "Wrap"				2.50%	
1C Wood frame - small 5%				3%	
1D Wood - other 5%				10%	
1E Mobile homes 2%				5%	
2A Metal - small 5%				2%	
2B Metal - other 5%				10%	
3A Steel 5%				15%	
3B Steel 5%				25%	
3C Steel 10%				25%	
4A Concrete 5%				20%	
4B Concrete 5%				35%	
4C Concrete 10%				50%	
4D Concrete 10%				45%	
5A Mixed 5%				25%	
5B Mixed 10%				60%	
5C Mixed 10%				75%	
6 EQ resistive 5%				10%	
Risks in above classes not written at standard deductible				xxx	
				xxx	
				xxx	
Sub-Total:					

Part II: Insurance on structures of over 8 stories:

Column 1	Column 2	Column 3	Column 4	Column 5	Column 6
Earthquake class and standard deductible (See instructions)	Aggregate direct liability	Aggregate direct PML	Aggregate liability net of reinsurance	Minimum PML percentage	Estimated PML on net liability
3A Steel 5%				15%	
3B Steel 5%				25%	
3C Steel 10%				25%	
4A Concrete 5%				20%	
4B Concrete 5%				35%	
4C Concrete 10%				50%	
4D Concrete 10%				45%	
5A Mixed 5%				25%	
5B Mixed 10%				60%	
5C Mixed 10%				75%	
6 EQ resistive 5%				10%	
Risks in above classes not written at standard deductible				xxx	
				xxx	
				xxx	
Sub-Total:					

Part III: Other types of risks:

	Column 1	Column 2	Column 3	Column 4
	Aggregate direct liability	Aggregate direct PML	Aggregate liability net of reinsurance	Estimated PML on net liability
(1) Class 7 and commercial inland "Exceptions"				
(2) Commercial inland addenda				
(3) Liabilities assumed: pools and associations (e.g., FAIR Plan, IRI)				
(4) All other (e.g., earthquake sprinkler leakage)				
Sub-Total:				

SUBZONE B-2

Remainder of Los Angeles County not part of Subzone B-1
See also map, Figure 2, in the Instructions
(In thousands of dollars)

Part I: Insurance on structures of 8 stories or less:

Column 1	Column 2	Column 3	Column 4	Column 5	Column 6
Earthquake class and standard deductible (See instructions)	Aggregate direct liability	Aggregate direct PML	Aggregate liability net of reinsurance	Minimum PML percentage	Estimated PML on net liability
1A 1 - 4 Family-1% or flat				5.75%	
1A 1 - 4 Family 5%				3.00%	
1A 1 - 4 Family 10%				1.63%	
1B "Homeowners"-1% or flat				5.75%	
1B "Homeowners" 5%				3.00%	
1B "Homeowners" 10%				1.63%	
1B "Homeowners" 15% & up				1.00%	
1B "Homeowners" 15% "Mini"				0.50%	
1B "Homeowners" "Wrap"				2.50%	
1C Wood frame - small 5%				3%	
1D Wood - other 5%				10%	
1E Mobile homes 2%				5%	
2A Metal - small 5%				2%	
2B Metal - other 5%				10%	
3A Steel 5%				15%	
3B Steel 5%				25%	
3C Steel 10%				25%	
4A Concrete 5%				20%	
4B Concrete 5%				35%	
4C Concrete 10%				50%	
4D Concrete 10%				45%	
5A Mixed 5%				25%	
5B Mixed 10%				60%	
5C Mixed 10%				75%	
6 EQ resistive 5%				10%	
Risks in above classes not written at standard deductible				xxx	
				xxx	
				xxx	
Sub-Total:					

Part II: Insurance on structures of over 8 stories:

Column 1	Column 2	Column 3	Column 4	Column 5	Column 6
Earthquake class and standard deductible (See instructions)	Aggregate direct liability	Aggregate direct PML	Aggregate liability net of reinsurance	Minimum PML percentage	Estimated PML on net liability
3A Steel 5%				15%	
3B Steel 5%				25%	
3C Steel 10%				25%	
4A Concrete 5%				20%	
4B Concrete 5%				35%	
4C Concrete 10%				50%	
4D Concrete 10%				45%	
5A Mixed 5%				25%	
5B Mixed 10%				60%	
5C Mixed 10%				75%	
6 EQ resistive 5%				10%	
Risks in above classes not written at standard deductible				xxx	
				xxx	
				xxx	
Sub-Total:					

Part III: Other types of risks:

	Column 1	Column 2	Column 3	Column 4
	Aggregate direct liability	Aggregate direct PML	Aggregate liability net of reinsurance	Estimated PML on net liability
(1) Class 7 and commercial inland "Exceptions"				
(2) Commercial inland addenda				
(3) Liabilities assumed: pools and associations (e.g., FAIR Plan, IRI)				
(4) All other (e.g., earthquake sprinkler leakage)				
Sub-Total:				

SUBZONE B-3: Orange County
(In thousands of dollars)

Part I: Insurance on structures of 8 stories or less:

Column 1	Column 2	Column 3	Column 4	Column 5	Column 6
Earthquake class and standard deductible (See instructions)	Aggregate direct liability	Aggregate direct PML	Aggregate liability net of reinsurance	Minimum PML percentage	Estimated PML on net liability
1A 1 - 4 Family-1% or flat				5.75%	
1A 1 - 4 Family 5%				3.00%	
1A 1 - 4 Family 10%				1.63%	
1B "Homeowners"-1% or flat				5.75%	
1B "Homeowners" 5%				3.00%	
1B "Homeowners" 10%				1.63%	
1B "Homeowners" 15% & up				1.00%	
1B "Homeowners" 15% "Mini"				0.50%	
1B "Homeowners" "Wrap"				2.50%	
1C Wood frame - small 5%				3%	
1D Wood - other 5%				10%	
1E Mobile homes 2%				5%	
2A Metal - small 5%				2%	
2B Metal - other 5%				10%	
3A Steel 5%				15%	
3B Steel 5%				25%	
3C Steel 10%				25%	
4A Concrete 5%				20%	
4B Concrete 5%				35%	
4C Concrete 10%				50%	
4D Concrete 10%				45%	
5A Mixed 5%				25%	
5B Mixed 10%				60%	
5C Mixed 10%				75%	
6 EQ resistive 5%				10%	
Risks in above classes not written at standard deductible				xxx	
Sub-Total:					

Part II: Insurance on structures of over 8 stories:

Column 1	Column 2	Column 3	Column 4	Column 5	Column 6
Earthquake class and standard deductible (See instructions)	Aggregate direct liability	Aggregate direct PML	Aggregate liability net of reinsurance	Minimum PML percentage	Estimated PML on net liability
3A Steel 5%				15%	
3B Steel 5%				25%	
3C Steel 10%				25%	
4A Concrete 5%				20%	
4B Concrete 5%				35%	
4C Concrete 10%				50%	
4D Concrete 10%				45%	
5A Mixed 5%				25%	
5B Mixed 10%				60%	
5C Mixed 10%				75%	
6 EQ resistive 5%				10%	
Risks in above classes not written at standard deductible				xxx	
Sub-Total:					

Part III: Other types of risks:

	Column 1	Column 2	Column 3	Column 4
	Aggregate direct liability	Aggregate direct PML	Aggregate liability net of reinsurance	Estimated PML on net liability
(1) Class 7 and commercial inland "Exceptions"				
(2) Commercial inland addenda				
(3) Liabilities assumed: pools and associations (e.g., FAIR Plan, IRI)				
(4) All other (e.g., earthquake sprinkler leakage)				
Sub-Total:				

Totals For Zone B

Composite of Zones B-1 (page 6), B-2 (page 7), and B-3 (page 8)
(In thousands of dollars)

	<u>Aggregate direct Liability</u>	<u>Aggregate direct PML</u>	<u>Aggregate liability net of reinsurance</u>	<u>Estimated net PML amount</u>
(1) 100% of sub-totals (p. 6, Part I)	_____	_____	_____	_____
50% of sub-totals (p. 7, Part I)	_____	_____	_____	_____
100% of sub-totals (p. 8, Part I)	_____	_____	_____	_____
Total	_____	_____	_____	_____
<u>OR</u>				
(2) 50% of sub-totals (p. 6, Part I)	_____	_____	_____	_____
100% of sub-totals (p. 7, Part I)	_____	_____	_____	_____
100% of sub-totals (p. 8, Part I)	_____	_____	_____	_____
Total	_____	_____	_____	_____
<u>PLUS</u>				
(3) 100% of sub-totals (p. 6, Part II)	_____	_____	_____	_____
100% of sub-totals (p. 7, Part II)	_____	_____	_____	_____
100% of sub-totals (p. 8, Part II)	_____	_____	_____	_____
Total	_____	_____	_____	_____
<u>PLUS</u>				
(4) 50% of sub-totals (p. 10, Part II)	_____	_____	_____	_____
50% of sub-totals (p. 11, Part II)	_____	_____	_____	_____
Total	_____	_____	_____	_____
(5) Greater of (1) or (2) (with respect to net PML) plus (3) and (4)	_____	_____	_____	_____
(6) Sub-totals for Other Types of Risks				
(p. 6, Part III)	_____	_____	_____	_____
(p. 7, Part III)	_____	_____	_____	_____
(p. 8, Part III)	_____	_____	_____	_____
Total	_____	_____	_____	_____
(7) Totals for Zone B ((5) plus (6)) (Enter here and on Page 1)	_____	_____	_____	_____

ZONE C COUNTIES

KernSan Luis ObispoSanta BarbaraVentura

(In thousands of dollars)

Part I: Insurance on structures of 8 stories or less:

Column 1	Column 2	Column 3	Column 4	Column 5	Column 6
Earthquake class and standard deductible (See instructions)	Aggregate direct liability	Aggregate direct PML	Aggregate liability net of reinsurance	Minimum PML percentage	Estimated PML on net liab.
1A 1 - 4 Family-1% or flat				6.13%	
1A 1 - 4 Family 5%				3.13%	
1A 1 - 4 Family 10%				1.75%	
1B "Homeowners"-1% or flat				6.13%	
1B "Homeowners" 5%				3.13%	
1B "Homeowners" 10%				1.75%	
1B "Homeowners" 15% & up				1.13%	
1B "Homeowners" 15% "Mini"				0.56%	
1B "Homeowners" "Wrap"				2.56%	
1C Wood frame - small 5%				3%	
1D Wood - other 5%				10%	
1E Mobile homes 2%				5%	
2A Metal - small 5%				2%	
2B Metal - other 5%				10%	
3A Steel 5%				15%	
3B Steel 5%				25%	
3C Steel 10%				25%	
4A Concrete 5%				20%	
4B Concrete 5%				35%	
4C Concrete 10%				50%	
4D Concrete 10%				45%	
5A Mixed 5%				25%	
5B Mixed 10%				60%	
5C Mixed 10%				75%	
6 EQ resistive 5%				10%	
Risks in above classes not written at standard deductible				xxx	
Sub-Total:					

Part II: Insurance on structures of over 8 stories:

Column 1	Column 2	Column 3	Column 4	Column 5	Column 6
Earthquake class and standard deductible (See instructions)	Aggregate direct liability	Aggregate direct PML	Aggregate liability net of reinsurance	Minimum PML percentage	Estimated PML on net liab.
3A Steel 5%				15%	
3B Steel 5%				25%	
3C Steel 10%				25%	
4A Concrete 5%				20%	
4B Concrete 5%				35%	
4C Concrete 10%				50%	
4D Concrete 10%				45%	
5A Mixed 5%				25%	
5B Mixed 10%				60%	
5C Mixed 10%				75%	
6 EQ resistive 5%				10%	
Risks in above classes not written at standard deductible				xxx	
Sub-Total:					

Part III: Other types of risks:

	Column 1	Column 2	Column 3	Coloum 4
	Aggregate direct liability	Aggregate direct PML	Aggregate liability net of reinsurance	Estimated PML on net liab.
(1) Class 7 and commercial inland "Exceptions"				
(2) Commercial inland addenda				
(3) Liabilities assumed: pools and associations (e.g., FAIR Plan, IRI)				
(4) All other (e.g., earthquake sprinkler leakage)				
(5) 50% of amounts for over 8 stories for Zone B (Page 9, (3) totals):				
Sub-Total:				

Note: Combine the sub-totals for Parts I, II, and III and carry over to Page 1.

Page 10

Questionnaire (primary insurance)

ZONE D: San Diego County
(In thousands of dollars)

Part I: Insurance on structures of 8 stories or less:

Column 1	Column 2	Column 3	Column 4	Column 5	Column 6
Earthquake class and standard deductible (See instructions)	Aggregate direct liability	Aggregate direct PML	Aggregate liability net of reinsurance	Minimum PML percentage	Estimated PML on net liab.
1A 1 - 4 Family-1% or flat				2.63%	
1A 1 - 4 Family 5%				1.19%	
1A 1 - 4 Family 10%				0.56%	
1B "Homeowners"-1% or flat				2.63%	
1B "Homeowners" 5%				1.19%	
1B "Homeowners" 10%				0.56%	
1B "Homeowners" 15% & up				0.31%	
1B "Homeowners" 15% "Mini"				0.16%	
1B "Homeowners" "Wrap"				1.03%	
1C Wood frame - small 5%				3%	
1D Wood - other 5%				10%	
1E Mobile homes 2%				5%	
2A Metal - small 5%				2%	
2B Metal - other 5%				10%	
3A Steel 5%				15%	
3B Steel 5%				25%	
3C Steel 10%				25%	
4A Concrete 5%				20%	
4B Concrete 5%				35%	
4C Concrete 10%				50%	
4D Concrete 10%				45%	
5A Mixed 5%				25%	
5B Mixed 10%				60%	
5C Mixed 10%				75%	
6 EQ resistive 5%				10%	
Risks in above classes not written at standard deductible				xxx	
Sub-Total:					

Part II: Insurance on structures of over 8 stories:

Column 1	Column 2	Column 3	Column 4	Column 5	Column 6
Earthquake class and standard deductible (See Instructions)	Aggregate direct liability	Aggregate direct PML	Aggregate liability net of reinsurance	Minimum PML percentage	Estimated PML on net liab.
3A Steel 5%				15%	
3B Steel 5%				25%	
3C Steel 10%				25%	
4A Concrete 5%				20%	
4B Concrete 5%				35%	
4C Concrete 10%				50%	
4D Concrete 10%				45%	
5A Mixed 5%				25%	
5B Mixed 10%				60%	
5C Mixed 10%				75%	
6 EQ resistive 5%				10%	
Risks in above classes not written at standard deductible				xxx	
Sub-Total:					

Part III: Other types of risks:

	Column 1	Column 2	Column 3	Column 4
	Aggregate direct liability	Aggregate direct PML	Aggregate liability net of reinsurance	Estimated PML on net liability
(1) Class 7 and commercial inland "Exceptions"				
(2) Commercial inland addenda				
(3) Liabilities assumed: pools and associations (e.g., FAIR Plan, IRI)				
(4) All other (e.g., earthquake sprinkler leakage)				
(5) 50% of amounts for over 8 stories for Zone B (Page 9, (3) totals):				
(6) 50% of amounts for over 8 stories for Zone E (Page 12, sub-total for Part II):				
Sub-Total:				

Note: Combine the sub-totals for Parts I, II, and III and carry over to Page 1.

ZONE E COUNTIES

AlpineImperialInyoMonoRiversideSan Bernardino

Part I: Insurance on structures of 8 stories or less: (In thousands of dollars)

Column 1	Column 2	Column 3	Column 4	Column 5	Column 6
Earthquake class and standard deductible (See instructions)	Aggregate direct liability	Aggregate direct PML	Aggregate liability net of reinsurance	Minimum PML percentage	Estimated PML on net liab.
1A 1 - 4 Family-1% or flat				5.25%	
1A 1 - 4 Family 5%				2.38%	
1A 1 - 4 Family 10%				1.13%	
1B "Homeowners"-1% or flat				5.25%	
1B "Homeowners" 5%				2.38%	
1B "Homeowners" 10%				1.13%	
1B "Homeowners" 15% & up				0.63%	
1B "Homeowners" 15% "Mini"				0.31%	
1B "Homeowners" "Wrap"				2.06%	
1C Wood frame - small 5%				3%	
1D Wood - other 5%				10%	
1E Mobile homes 2%				5%	
2A Metal - small 5%				2%	
2B Metal - other 5%				10%	
3A Steel 5%				15%	
3B Steel 5%				25%	
3C Steel 10%				25%	
4A Concrete 5%				20%	
4B Concrete 5%				35%	
4C Concrete 10%				50%	
4D Concrete 10%				45%	
5A Mixed 5%				25%	
5B Mixed 10%				60%	
5C Mixed 10%				75%	
6 EQ resistive 5%				10%	
Risks in above classes not written at standard deductible				xxx	
Sub-Total:					
Column 1	Column 2	Column 3	Column 4	Column 5	Column 6
Earthquake class and standard deductible (See instructions)	Aggregate direct liability	Aggregate direct PML	Aggregate liability net of reinsurance	Minimum PML percentage	Estimated PML on net liab.
3A Steel 5%				15%	
3B Steel 5%				25%	
3C Steel 10%				25%	
4A Concrete 5%				20%	
4B Concrete 5%				35%	
4C Concrete 10%				50%	
4D Concrete 10%				45%	
5A Mixed 5%				25%	
5B Mixed 10%				60%	
5C Mixed 10%				75%	
6 EQ resistive 5%				10%	
Risks in above classes not written at standard deductible				xxx	
Sub-Total:					
	Column 1	Column 2	Column 3	Column 4	
	Aggregate direct liability	Aggregate direct PML	Aggregate liability net of reinsurance	Estimated PML on net liability	
(1) Class 7 and commercial inland "Exceptions"					
(2) Commercial inland addenda					
(3) Liabilities assumed: pools and associations (e.g., FAIR Plan, IRI)					
(4) All other (e.g., earthquake sprinkler leakage)					
(5) 50% of amounts for over 8 stories for Zone B (Page 9, (3) totals):					
(6) 50% of amounts for over 8 stories for Zone C (Page 10, sub-total for Part II):					
(7) 50% of amounts for over 8 stories for Zone D (page 11, sub-total for Part II):					
Sub-Total:					

ZONE F COUNTIES
Fresno Kings Madera Mariposa Merced Tulare
(In thousands of dollars)

Part I: Insurance on structures of 8 stories or less:

Column 1	Column 2	Column 3	Column 4	Column 5	Column 6
Earthquake class and standard deductible (See instructions)	Aggregate direct liability	Aggregate direct PML	Aggregate liability net of reinsurance	Minimum PML percentage	Estimated PML on net liab.
1A 1 - 4 Family-1% or flat				3.13%	
1A 1 - 4 Family 5%				1.88%	
1A 1 - 4 Family 10%				1.13%	
1B "Homeowners"-1% or flat				3.13%	
1B "Homeowners" 5%				1.88%	
1B "Homeowners" 10%				1.13%	
1B "Homeowners" 15% & up				0.63%	
1B "Homeowners" 15% "Mini"				0.31%	
1B "Homeowners" "Wrap"				1.56%	
1C Wood frame - small 5%				3%	
1D Wood - other 5%				10%	
1E Mobile homes 2%				5%	
2A Metal - small 5%				2%	
2B Metal - other 5%				10%	
3A Steel 5%				15%	
3B Steel 5%				25%	
3C Steel 10%				25%	
4A Concrete 5%				20%	
4B Concrete 5%				35%	
4C Concrete 10%				50%	
4D Concrete 10%				45%	
5A Mixed 5%				25%	
5B Mixed 10%				60%	
5C Mixed 10%				75%	
6 EQ resistive 5%				10%	
Risks in above classes not written at standard deductible				xxx	
Sub-Total:					

Part II: Insurance on structures of over 8 stories:

Column 1	Column 2	Column 3	Column 4	Column 5	Column 6
Earthquake class and standard deductible (See instructions)	Aggregate direct liability	Aggregate direct PML	Aggregate liability net of reinsurance	Minimum PML percentage	Estimated PML on net liab.
3A Steel 5%				15%	
3B Steel 5%				25%	
3C Steel 10%				25%	
4A Concrete 5%				20%	
4B Concrete 5%				35%	
4C Concrete 10%				50%	
4D Concrete 10%				45%	
5A Mixed 5%				25%	
5B Mixed 10%				60%	
5C Mixed 10%				75%	
6 EQ resistive 5%				10%	
Risks in above classes not written at standard deductible				xxx	
Sub-Total:					

Part III: Other types of risks:

	Column 1	Column 2	Column 3	Column 4
	Aggregate direct liability	Aggregate direct PML	Aggregate liability net of reinsurance	Estimated PML on net liability
(1) Class 7 and commercial inland "Exceptions"				
(2) Commercial inland addenda				
(3) Liabilities assumed: pools and associations (e.g., FAIR Plan, IRI)				
(4) All other (e.g., earthquake sprinkler leakage)				
Sub-Total:				

Note: Combine the sub-totals for Parts I, II, and III and carry over to page 1.

Amador	Butte	Calaveras	Colusa	El Dorado	Glenn	Nevada	Placer
Sacramento	San Joaquin	Stanislaus	Sutter	Tuolumne	Yolo	Yuba	

Part I: Insurance on structures of 8 stories or less:

Part II: Insurance on structures of over 8 stories:

Part III: Other types of risks:

Note: Combine the sub-totals for Parts I, II, and III and carry over to Page 1.

Lassen

Modoc

Plumas

Shasta

Sierra

Siskiyou

Tehama

Trinity

ZONE H COUNTIES

(In thousands of dollars)

Part I: Insurance on structures of 8 stories or less:

Column 1	Column 2	Column 3	Column 4	Column 5	Column 6
Earthquake class and standard deductible (See instructions)	Aggregate direct liability	Aggregate direct PML	Aggregate liability net of reinsurance	Minimum PML percentage	Estimated PML on net liab.
1A 1 - 4 Family-1% or flat				2.50%	
1A 1 - 4 Family 5%				1.50%	
1A 1 - 4 Family 10%				0.88%	
1B "Homeowners"-1% or flat				2.50%	
1B "Homeowners" 5%				1.50%	
1B "Homeowners" 10%				0.88%	
1B "Homeowners" 15% & up				0.50%	
1B "Homeowners" 15% "Mini"				0.25%	
1B "Homeowners" "Wrap"				1.25%	
1C Wood frame - small 5%				3%	
1D Wood - other 5%				10%	
1E Mobile homes 2%				5%	
2A Metal - small 5%				2%	
2B Metal - other 5%				10%	
3A Steel 5%				15%	
3B Steel 5%				25%	
3C Steel 10%				25%	
4A Concrete 5%				20%	
4B Concrete 5%				35%	
4C Concrete 10%				50%	
4D Concrete 10%				45%	
5A Mixed 5%				25%	
5B Mixed 10%				60%	
5C Mixed 10%				75%	
6 EQ resistive 5%				10%	
Risks in above classes not written at standard deductible				xxx	
Sub-Total:					

Part II: Insurance on structures of over 8 stories:

Column 1	Column 2	Column 3	Column 4	Column 5	Column 6
Earthquake class and standard deductible (See instructions)	Aggregate direct liability	Aggregate direct PML	Aggregate liability net of reinsurance	Minimum PML percentage	Estimated PML on net liab.
3A Steel 5%				15%	
3B Steel 5%				25%	
3C Steel 10%				25%	
4A Concrete 5%				20%	
4B Concrete 5%				35%	
4C Concrete 10%				50%	
4D Concrete 10%				45%	
5A Mixed 5%				25%	
5B Mixed 10%				60%	
5C Mixed 10%				75%	
6 EQ resistive 5%				10%	
Risks in above classes not written at standard deductible				xxx	
Sub-Total:					

Part III: Other types of risks:

	Column 1	Column 2	Column 3	Column 4
	Aggregate direct liability	Aggregate direct PML	Aggregate liability net of reinsurance	Estimated PML on net liability
(1) Class 7 and commercial inland "Exceptions"				
(2) Commercial inland addenda				
(3) Liabilities assumed: pools and associations (e.g., FAIR Plan, IRI)				
(4) All other (e.g., earthquake sprinkler leakage)				
Sub-Total:				

Note: Combine the sub-totals for Parts I, II, and III and carry over to page 1.

Page 15

Questionnaire (primary insurance)

=====

NAIC COMPANY OR GROUP CODE: _____

=====

Form "B" - Reinsurance
CALIFORNIA EARTHQUAKE LIABILITY QUESTIONNAIRE

INSURANCE DEPARTMENT RULING #226, August 8, 1978
As of December 31, 2001

Name of Insurer or Group: _____
(Also list below all companies if a group report)

Address: _____

Contact Person: _____ Phone () _____
(800 phone number if available)

*Surplus = \$ _____ x 1000 e-mail address: _____

Has the required information been submitted to your Reinsurers? _____

If a group report, list names of included companies:

Company: _____	*Surplus: _____	x 1000
Company: _____	*Surplus: _____	x 1000
Company: _____	*Surplus: _____	x 1000
Company: _____	*Surplus: _____	x 1000
Company: _____	*Surplus: _____	x 1000
Company: _____	*Surplus: _____	x 1000
Company: _____	*Surplus: _____	x 1000
Company: _____	*Surplus: _____	x 1000

*Enter dollar amount, in thousands, shown as "Surplus as Regards to
Policyholders" on Page 3, of the Annual Report for the
reported year for the company(ies) reporting.

Zone Summary - Reinsurance Business
(In thousands of dollars)

<u>Zone</u>	<u>Area</u>	(1) Aggregate assumed liability	(2) Aggregate assumed PML	(3) Aggregate liability net of retrocessions	(4) Estimated net PML amount	(5) Estimated net PML amount limited by catastrophe reinsurance
A	San Francisco	_____	_____	_____	_____	_____
B	Los Angeles/ Orange County	_____	_____	_____	_____	_____
C	Santa Barbara	_____	_____	_____	_____	_____
D	San Diego	_____	_____	_____	_____	_____
E	South-East	_____	_____	_____	_____	_____
F	Central	_____	_____	_____	_____	_____
G	North-Central	_____	_____	_____	_____	_____
H	North	_____	_____	_____	_____	_____

ACTUARIAL DIVISION
CALIFORNIA DEPARTMENT OF INSURANCE
300 South Spring Street
Los Angeles, California 90013

Page 1
Questionnaire (reinsurance)

Note: This is Form "B" for reporting assumed reinsurance or retrocessions. Please use Form "A"
for reporting primary insurance.
Rev. 10/2001

California Earthquake Liability Questionnaire

Comments

In the past, when significant differences have been reported by an insurer from year to year, we have been contacting the insurers to verify or explain the differences. Also, in compiling our Annual Report, we attempt to identify and explain trends and changes in the reported aggregate PML responses and in the earthquake insurance market in general. Therefore, if your reported results this year were significantly different than the results you reported last year, you must provide an explanation. If you have any general comments you would like to make which would be useful to us in writing the Annual Report, please use the spaces below. Thank you.

[illegible]

Reinsurance Interrogatory

The purpose of these questions is to gain more knowledge about reinsurers and where the PML exposures are being ceded. We know that there is a great reliance on the world-wide reinsurance market for California earthquake exposure, and that this market is continuously changing. (This Questionnaire is not public information as to individual companies.)

(1) Premiums earned (all zones combined) - 2001 (000's omitted)

- (a) Direct premiums earned _____
- (b) Assumed premiums earned _____
- (c) Ceded premiums earned _____

Note: The above amounts are for identifiable premiums on earthquake coverage as reported in the Annual Statement lines "earthquake", "fire", "homeowners" or "inland marine" for California only.

(2) Estimated PML on aggregate ceded liability (other than catastrophe coverage)

Estimated PML ceded to:	<u>Zone A</u>	<u>Zone B</u>
U.S. Reinsurers - CA licensed	_____	_____
U.S. Reinsurers - non CA	_____	_____
Lloyd's of London	_____	_____
Other U.K.	_____	_____
Western Europe	_____	_____
All Other	_____	_____
Total	_____	_____

Note: The totals for Zones A and B should equal the difference between columns (2) and (4) on Page 1 for Zones A and B respectively. It is this ceded PML that should be reported on Form "X" to the reinsurers.

(3) Amounts recoverable from catastrophe reinsurance

Amounts recoverable from:	<u>Zone A</u>	<u>Zone B</u>
U.S. Reinsurers - CA licensed	_____	_____
U.S. Reinsurers - non CA	_____	_____
Lloyd's of London	_____	_____
Other U.K.	_____	_____
Western Europe	_____	_____
All Other	_____	_____
Total	_____	_____

Note: The totals for Zones A and B should equal column (4) minus column (5) on Page 1 for Zones A and B respectively. Since catastrophe reinsurance is not reported on Form "B", this question will give new information about the market for earthquake catastrophe coverage.

CALIFORNIA EARTHQUAKE LIABILITY QUESTIONNAIRE - REINSURANCE

Part I: Insurance on structures 8 stories or less:
(In thousands of dollars)

Column 1	Column 2	Column 3	Column 4	Column 5
Earthquake zone/sub zone	Aggregate assumed liability	Aggregate assumed PML	Aggregate liability Net of retrocessions	Estimated PML on net liability
A-1 San Francisco				
A-2 SF - East				
A-3 SF - Coast				
B-1 Los Angeles				
B-2 LA - East				
B-3 LA/Orange Co.				
C Santa Barbara				
D San Diego				
E South-East				
F Central				
G North-Central				
H North				

Part II: Insurance on structures over 8 stories:
(In thousands of dollars)

Column 1	Column 2	Column 3	Column 4	Column 5
Earthquake zone/sub-zone	Aggregate assumed liability	Aggregate assumed PML	Aggregate liability net of retrocessions	Estimated PML on net liability
A-1 San Francisco				
A-2 SF - East				
A-3 SF - Coast				
B-1 Los Angeles				
B-2 LA - East				
B-3 LA/Orange Co.				
C Santa Barbara				
D San Diego				
E South-East				
F Central				
G North-Central				
H North				

Part III: Insurance when height is unknown and on liabilities
assumed from underwriting pools and associations:

(In thousands of dollars)

Column 1	Column 2	Column 3	Column 4	Column 5
Earthquake zone/sub-zone	Aggregate assumed liability	Aggregate assumed PML	Aggregate liability net of retrocessions	Estimated PML on net liability
A-1 San Francisco				
A-2 SF - East				
A-3 SF - Coast				
B-1 Los Angeles				
B-2 LA - East				
B-3 LA/Orange Co.				
C Santa Barbara				
D San Diego				
E South-East				
F Central				
G North-Central				
H North				

Totals For Zone A

Composite of Sub-zones A-1, A-2, and A-3
(In thousands of dollars)

	<u>Aggregate assumed liability</u>	<u>Aggregate assumed PML</u>	<u>Aggre. Liab. net of retrocessions</u>	<u>Estimated net PML amount</u>
(1) 100% of sub-totals (Part I, A-1)				
50% of sub-totals (Part I, A-2)				
100% of sub-totals (Part I, A-3)				
Total				
<u>OR</u>				
(2) 50% of sub-totals (Part I, A-1)				
100% of sub-totals (Part I, A-2)				
100% of sub-totals (Part 1, A-3)				
Total				
<u>PLUS</u>				
(3) 100% of sub-totals (Part II, A-1)				
100% of sub-totals (Part II, A-2)				
100% of sub-totals (Part II, A-3)				
Total				
<u>PLUS</u>				
(4) 33% of sub-totals (Part II, G)				
(5) Greater of (1) or (2) (with respect to net PML) plus (3) and (4)				
(6) Sub-totals for Part III				
(Part III, A-1)				
(Part III, A-2)				
(Part III, A-3)				
Total				
(7) Totals for Zone A ((5) plus (6)) (Enter here and on Page 1)				

Totals For Zone B

Composite of Sub-zones B-1, B-2, and B-3
(In thousands of dollars)

	<u>Aggregate assumed liability</u>	<u>Aggregate assumed PML</u>	<u>Aggre. Liab. net of retrocessions</u>	<u>Estimated net PML amount</u>
(1) 100% of sub-totals (Part I, B-1)	_____	_____	_____	_____
50% of sub-totals (Part I, B-2)	_____	_____	_____	_____
100% of sub-totals (Part I, B-3)	_____	_____	_____	_____
Total	_____	_____	_____	_____
<u>OR</u>				
(2) 50% of sub-totals (Part I, B-1)	_____	_____	_____	_____
100% of sub-totals (Part I, B-2)	_____	_____	_____	_____
100% of sub-totals (Part 1, B-3)	_____	_____	_____	_____
Total	_____	_____	_____	_____
<u>PLUS</u>				
(3) 100% of sub-totals (Part II, B-1)	_____	_____	_____	_____
100% of sub-totals (Part II, B-2)	_____	_____	_____	_____
100% of sub-totals (Part II, B-3)	_____	_____	_____	_____
Total	_____	_____	_____	_____
<u>PLUS</u>				
(4) 50% of sub-totals (Part II, C)	_____	_____	_____	_____
50% of sub-totals (Part II, D)	_____	_____	_____	_____
Total	_____	_____	_____	_____
(5) Greater of (1) or (2) (with respect to net PML) plus (3) and (4)	_____	_____	_____	_____
(6) Sub-totals for Part III				
(Part III, B-1)	_____	_____	_____	_____
(Part III, B-2)	_____	_____	_____	_____
(Part III, B-3)	_____	_____	_____	_____
Total	_____	_____	_____	_____
(7) Totals for Zone B ((5) plus (6)) (Enter here and on Page 1)	_____	_____	_____	_____

Totals For Zone C
(In thousands of dollars)

	Aggregate assumed <u>liability</u>	Aggregate assumed <u>PML</u>	Aggre. Liab. net of <u>retrocessions</u>	Estimated net PML <u>amount</u>
(1) Part I sub-totals, Zone C	_____	_____	_____	_____
(2) Part II sub-totals, Zone C	_____	_____	_____	_____
(3) Part III sub-totals, Zone C	_____	_____	_____	_____
(4) 50% of sub-totals (Part II, B-1, B-2, B-3)	_____	_____	_____	_____
Totals	_____	_____	_____	_____
Note: Please carry totals over to Page 1.				

Totals For Zone D
(In thousands of dollars)

	Aggregate assumed <u>liability</u>	Aggregate assumed <u>PML</u>	Aggre. Liab. net of <u>retrocessions</u>	Estimated net PML <u>amount</u>
(1) Part I sub-totals, Zone D	_____	_____	_____	_____
(2) Part II sub-totals, Zone D	_____	_____	_____	_____
(3) Part III sub-totals, Zone D	_____	_____	_____	_____
(4) 50% of sub-totals (Part II, B-1, B-2, B-3)	_____	_____	_____	_____
(5) 50% of sub-totals (Part II, Zone E)	_____	_____	_____	_____
Totals	_____	_____	_____	_____
Note: Please carry totals over to Page 1.				

Totals For Zone E
(In thousands of dollars)

	Aggregate assumed <u>liability</u>	Aggregate assumed <u>PML</u>	Aggre. Liab. net of <u>retrocessions</u>	Estimated net PML <u>amount</u>
(1) Part I sub-totals, Zone E	_____	_____	_____	_____
(2) Part II sub-totals, Zone E	_____	_____	_____	_____
(3) Part III sub-totals, Zone E	_____	_____	_____	_____
(4) 50% of sub-totals (Part II, B-1, B-2, B-3)	_____	_____	_____	_____
(5) 50% of sub-totals (Part II, Zone C)	_____	_____	_____	_____
(6) 50% of sub-totals (Part II, Zone D)	_____	_____	_____	_____
Totals	_____	_____	_____	_____
Note: Please carry totals over to Page 1.				

Totals For Zone F
(In thousands of dollars)

	Aggregate assumed <u>liability</u>	Aggregate assumed <u>PML</u>	Aggre. Liab. net of <u>retrocessions</u>	Estimated net PML <u>amount</u>
(1) Part I sub-totals, Zone F	_____	_____	_____	_____
(2) Part II sub-totals, Zone F	_____	_____	_____	_____
(3) Part III sub-totals, Zone F	_____	_____	_____	_____
Totals	_____	_____	_____	_____
Note: Please carry totals over to Page 1				

Totals For Zone G
(In thousands of dollars)

	Aggregate assumed <u>liability</u>	Aggregate assumed <u>PML</u>	Aggre. Liab. net of <u>retrocessions</u>	Estimated net PML <u>amount</u>
(1) Part I sub-totals, Zone G	_____	_____	_____	_____
(2) Part II sub-totals, Zone G	_____	_____	_____	_____
(3) Part III sub-totals, Zone G	_____	_____	_____	_____
(4) 100% of amounts for over 8 stories for Carson City and County, plus Douglas and Washoe counties, all in Nevada.	_____	_____	_____	_____
Totals	_____	_____	_____	_____
Note: Please carry totals over to Page 1.				

Totals For Zone H
(In thousands of dollars)

	Aggregate assumed <u>liability</u>	Aggregate assumed <u>PML</u>	Aggre. Liab. net of <u>retrocessions</u>	Estimated net PML <u>amount</u>
(1) Part I sub-totals, Zone H	_____	_____	_____	_____
(2) Part II sub-totals, Zone H	_____	_____	_____	_____
(3) Part III sub-totals, Zone H	_____	_____	_____	_____
Totals	_____	_____	_____	_____
Note: Please carry totals over to Page 1.				

CALIFORNIA EARTHQUAKE LIABILITY QUESTIONNAIRE

TO: _____
(Assuming reinsurer)
FROM: _____
(Ceding insurer)

FORM "X"
SPECIAL REPORTING FORM TO REINSURERS
As of December 31, 2001

Part I: Proportional Treaties:
(In thousands of dollars)

Ceding insurers to fill in columns 2 and 3. Assuming reinsurers complete columns 4 and 5.

Column 1	Column 2	Column 3	Column 4	Column 5
Earthquake zone/sub-zone	Aggregate ceded liability	Estimated PML on aggregate ceded liability	Aggregate liability net of retrocessions	Estimated PML on net liability
A-1 San Francisco				
A-2 SF - East				
A-3 SF - Coast				
B-1 Los Angeles				
B-2 LA - East				
B-3 LA/Orange Co.				
C Santa Barbara				
D San Diego				
E South-East				
F Central				
G North-Central				
H North				

Part II: Non-Proportional Treaties:
(In thousands of dollars)

Ceding insurers to fill in columns 2 and 3. Assuming reinsurers complete columns 4 and 5.

Column 1	Column 2	Column 3	Column 4	Column 5
Earthquake zone/sub-zone	Aggregate ceded liability Excess of Retention	Estimated PML on aggregate ceded liability	Aggregate liability net of retrocessions	Estimated PML on net liability
A-1 San Francisco				
A-2 SF - East				
A-3 SF - Coast				
B-1 Los Angeles				
B-2 LA - East				
B-3 LA/Orange Co.				
C Santa Barbara				
D San Diego				
E South-East				
F Central				
G North-Central				
H North				

CALIFORNIA EARTHQUAKE LIABILITY QUESTIONNAIRE - REINSURANCE

Part III: Insurance when height is unknown and on liabilities assumed from underwriting pools and associations:
(In thousands of dollars)

Ceding insurers to fill in columns 2 and 3

Column 1	Column 2	Column 3	Column 4	Column 5
Earthquake zone/sub-zone	Aggregate ceded liability	Estimated PML on aggregate ceded liability	Aggregate liability net of retrocessions	Estimated PML on net liability
A-1 San Francisco				
A-2 SF - East				
A-3 SF - Coast				
B-1 Los Angeles				
B-2 LA - East				
B-3 LA/Orange Co.				
C Santa Barbara				
D San Diego				
E South-East				
F Central				
G North-Central				
H North				

CALIFORNIA DEPARTMENT OF INSURANCE

=====

NAIC COMPANY OR GROUP CODE: _____

=====

Form "X" - Reinsurance Ceded
CALIFORNIA EARTHQUAKE LIABILITY QUESTIONNAIRE

INSURANCE DEPARTMENT RULING #226, August 8, 1978
As of December 31, 2001

Name of Insurer or Group: _____

Address: _____

Contact Person: _____ Phone () _____

Reinsurer's Name: _____

Treaty Name: _____

Instructions: This special form is for reporting by the primary (ceding) insurers to the assuming reinsurers. The assuming reinsurers have been complaining that they are having difficulty completing Form B because of inadequate reporting by their ceding insurers. This special form should be sent by the ceding insurer to each assuming reinsurer. Do not send to the California Department of Insurance.

The reporting to reinsurers should include:

- (1) entries in columns 2 and 3 with respect to business ceded to a particular reinsurer. The assuming reinsurer will then complete columns 4 and 5.
- (2) separate reporting for proportional and non-proportional treaties. The reinsurers should already have adequate information on facultative risks.
- (3) the work papers used to calculate these entries, which would enable the reinsurer to report by building height. This means that Form X should be created three times: once for reinsurance on structures 8 stories or less, once for reinsurance on structures over 8 stories, and once for reinsurance when the height is unknown or on liabilities assumed from underwriting pools and associations. (See Form B).
- (4) enough information so that a reinsurer will be able to complete columns 4 and 5 based on its own reinsurance contracts. Catastrophe reinsurance is to be excluded.

Note: This is Form "X" which primary insurers should use for reporting ceded liabilities to their reinsurers. Reinsurers should also use this form for reporting to their retrocessionaires licensed in California.